

STATE OF VERMONT
PUBLIC SERVICE BOARD

Docket No. 7231

Amendment No. 1 to Interconnection Agreement)
between Verizon New England, Inc., d/b/a Verizon)
Vermont, and SBC Long Distance, LLC, d/b/a SBC)
Long Distance, d/b/a AT&T Long Distance

Order entered: 1/11/2007

ORDER APPROVING AMENDMENT NO. 1 TO INTERCONNECTION AGREEMENT

I. BACKGROUND

On October 20, 2006, SBC Long Distance, LLC, d/b/a SBC Long Distance, d/b/a AT&T Long Distance ("SBC"), and Verizon New England Inc., d/b/a Verizon Vermont ("Verizon"), requested that, pursuant to Section 252(e) of the Telecommunications Act of 1996 (the "Act"), the Public Service Board ("Board") approve Amendment No. 1 to the Interconnection Agreement ("Amendment") between them that was approved by the Board on February 2, 2005, in Docket No. 7020.

On November 3, 2006, the Board solicited a recommendation from the Vermont Department of Public Service ("Department"). The Department, by letter dated November 27, 2006, recommended that the Board approve Amendment No. 1 in whole, finding that the Interconnection Agreement, as amended, did not violate Section 252 of the federal Telecommunications Act of 1996 and did not contain terms that will harm Vermont consumers or competitors.

II. DISCUSSION

The Board's review of interconnection agreements is governed by the federal law that authorizes such agreements. Under Subsection 252(a) of the Act, any interconnection agreement negotiated under Section 252(a) must be submitted to the State commission for review under

Section 252(e).¹ The State commission has the authority to "approve or reject the agreement, with written findings as to any deficiencies." The Board may not reject the proposed interconnection agreement in whole or in part unless it finds that the agreement or any material portion thereof discriminates against a non-party carrier or is inconsistent with the public interest. The Board may also establish and enforce other requirements of State law in its review of the agreement under Section 252(e)(3). The Board must act to approve or reject the agreement within 90 days of its submission, or the agreement is deemed approved.² The 90-day review period mandated by that section for this Amendment ends on January 18, 2007.

The Interconnection Agreement negotiated by Verizon and SBC sets out the terms and conditions under which Verizon will make certain services available to SBC, consistent with orders of the Federal Communications Commission ("FCC"). Amendment No. 1 to the Interconnection Agreement provides for rates and terms of service that are consistent with FCC's Triennial Review Order. The Amendment shall be deemed effective as of March 10, 2006.³

The Interconnection Agreement, including Amendment No. 1, is the result of arms-length negotiations between two telecommunications carriers. The Board's focus, as the Act provides, is therefore limited to the issues set forth in Section 252(e)(2)(A): whether the Interconnection Agreement, as amended, (or portions thereof) discriminates against a telecommunications carrier not a party to the Amendment, and whether the Amendment is consistent with the public interest, convenience, and necessity. As the Board concluded previously, in making its determination, the Board must focus upon the potential effect of the Amendment on the evolution of competition in this state and whether the Amendment raises the risk of harm to consumers (and thus is not consistent with the public interest).⁴

The competition enabled by this and other interconnection agreements will likely benefit Vermont consumers and is consistent with the State's telecommunications goals as set out in

¹ Under the Act, the Board is the "State Commission" in Vermont. 47 U.S.C.A. § 3(41).

² 47 U.S.C. § 252(e)(4).

³ Amendment No. 1 at 1.

⁴ Docket 5905, Order of 11/4/96 at 12.

30 V.S.A. § 202c and the Telecommunications Plan adopted under Section 202d. At the same time, the Interconnection Agreement, as amended, does not contain terms that will harm consumers or competitors. It thus promotes the public interest.

The Interconnection Agreement, as amended, also does not discriminate against telecommunications carriers who are not a party to it. Pursuant to 47 U.S.C. § 252(i), other companies seeking to interconnect may adopt the same terms and conditions.

Finally, our approval of the amended Interconnection Agreement applies only to those terms and conditions set out therein. To the extent parties negotiate modifications or clarifications to the Interconnection Agreement, they are not subsumed in our approval of the current Amendment. To the extent the changes are material, the parties will need to seek additional approvals from the Board.

III. ORDER

IT IS HEREBY ORDERED, ADJUDGED AND DECREED by the Public Service Board of the State of Vermont that:

1. Pursuant to Section 252(e)(1) of the Telecommunications Act of 1996, Amendment No. 1 to the Interconnection Agreement between Verizon New England Inc., d/b/a Verizon Vermont, and SBC Long Distance, LLC, d/b/a SBC Long Distance, d/b/a AT&T Long Distance, is hereby approved.
2. Verizon and SBC shall be bound to comply with any lawful requirement imposed by the Board in Docket 5713, Docket 5903, any docket or rule established with respect to E-911 service, and any other docket or rulemaking proceeding governing the obligations of telecommunications carriers in Vermont.
3. Verizon and SBC shall notify the Board and Department of any modifications to the Interconnection Agreement, as amended, or the establishment of any terms and conditions that the Interconnection Agreement as filed leaves to further negotiations. If necessary, Verizon and SBC shall seek Board approval for the new or changed terms and conditions.

Dated at Montpelier, Vermont, this 11th day of January, 2007.

<u>s/James Volz</u>)	PUBLIC SERVICE
)	
)	BOARD
<u>s/David C. Coen</u>)	
)	OF VERMONT
)	
<u>s/John D. Burke</u>)	

OFFICE OF THE CLERK

FILED: January 11, 2007

ATTEST: s/Susan M. Hudson
Clerk of the Board

Notice to Readers: This decision is subject to revision of technical errors. Readers are requested to notify the Clerk of the Board (by e-mail, telephone, or in writing) of any apparent errors, in order that any necessary corrections may be made. (E-mail address: psb.clerk@state.vt.us)

Appeal of this decision to the Supreme Court of Vermont must be filed with the Clerk of the Board within thirty days. Appeal will not stay the effect of this Order, absent further Order by this Board or appropriate action by the Supreme Court of Vermont. Motions for reconsideration or stay, if any, must be filed with the Clerk of the Board within ten days of the date of this decision and order.